

Analysis of Budget Request

Appropriation: A23 - St Medical-Operations

Funding Sources: 318 - Medical Board-Cash

The Arkansas State Medical Board is funded from fees charged by the Agency, as authorized by A.C.A. §17-88-304. The Board licenses and regulates physicians, physician assistants, doctors of osteopathy, physician assistants, occupational therapists and respiratory therapists. The Board also registers medical corporations. The goal of the Medical Board is that all citizens be provided the highest quality health care.

Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Career Service Payments. The Base Level salary of the unclassified position reflects the FY11 line item maximum. The Base Level request for Regular Salaries includes board member stipend payments.

The Board is currently authorized 41 full-time positions and one extra help position as well as maintenance and operation expenses totaling \$3,069,941 each year of the biennium. Additional requests are \$682,672 in FY12 and \$314,672 in FY13.

Extra Help appropriation in the amount of \$8,672 each year is requested to enable the Board to hire part time help to assist the licensing coordinators with processing new physician applications.

During the current biennium, the Board received additional appropriation from the DFA Cash Holding Account for overall operating expenses. Continuation of this appropriation as well as appropriation for a larger office space for the Board, enforcement investigation expenses and costs associated with renewing software licenses and maintenance of software complete the Operating Expenses line item requests of \$289,000 in FY12 and \$291,000 in FY13.

The Board is requesting increases of \$235,000 in FY12 and \$10,000 in FY13 for Professional Fees. The FY12 increases will allow continuation of the contract with Software Designers, LLC which provides development services, database support and training needed for online license application, renewals and reporting. The \$10,000 increase in FY13 will be used for court recorder services and the annual audit.

Capital Outlay in the amount of \$150,000 in FY12 is requested to replace out of warranty servers (\$30,000), a Storage Area Network to house off-site data backup servers/equipment (\$110,000) and replacement of database management software (\$10,000). In FY13, \$5,000 is requested to replace an out of warranty and expiring life cycle Watchguard Firebox needed for firewall protection.

The Executive Recommendation provides for Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

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Commitment Item		2009-2010	2010-2011	2010-2011	2011-2012			2012-2013		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,437,796	1,497,793	1,628,643	1,495,181	1,557,174	1,557,174	1,495,181	1,594,491	1,594,491
#Positions		41	41	41	41	41	41	41	41	41
Extra Help	5010001	0	7,000	7,000	15,000	15,000	15,000	15,000	15,000	15,000
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	458,045	499,184	511,210	499,752	511,160	511,160	499,752	518,652	518,652
Operating Expenses	5020002	950,827	1,031,180	894,180	1,183,180	1,183,180	1,183,180	1,185,180	1,185,180	1,185,180
Conference & Travel Expenses	5050009	7,396	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Professional Fees	5060010	232,585	392,000	152,000	387,000	387,000	387,000	162,000	162,000	162,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	6,151	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500
Capital Outlay	5120011	229,924	55,000	52,000	150,000	150,000	150,000	5,000	5,000	5,000
Total		3,322,724	3,504,657	3,267,533	3,752,613	3,826,014	3,826,014	3,384,613	3,502,823	3,502,823
Funding Sources										
Fund Balance	4000005	3,022,678	3,111,535		2,975,205	2,975,205	2,975,205	2,622,592	2,549,191	2,549,191
Cash Fund	4000045	3,411,581	3,368,327		3,400,000	3,400,000	3,400,000	3,400,000	3,400,000	3,400,000
Total Funding		6,434,259	6,479,862		6,375,205	6,375,205	6,375,205	6,022,592	5,949,191	5,949,191
Excess Appropriation/(Funding)		(3,111,535)	(2,975,205)		(2,622,592)	(2,549,191)	(2,549,191)	(2,637,979)	(2,446,368)	(2,446,368)
Grand Total		3,322,724	3,504,657		3,752,613	3,826,014	3,826,014	3,384,613	3,502,823	3,502,823

Budget exceeds Authorized Amount in Operating Expenses, Professional Fees and Capital Outlay due to additional appropriation received from the Cash Fund Holding Account.